103D CONGRESS 1ST SESSION

S. 757

To correct the tariff rate inversion on certain iron and steel pipe and tube products.

IN THE SENATE OF THE UNITED STATES

APRIL 2 (legislative day, MARCH 3), 1993

Mr. Rockefeller (for himself, Mr. Pryor, Mr. Wofford, Mr. Simon, and Mr. Glenn) introduced the following bill; which was read twice and referred to the Committee on Finance

A BILL

To correct the tariff rate inversion on certain iron and steel pipe and tube products.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 **SECTION 1. SHORT TITLE.**
- 4 This Act may be cited as the "Pipe and Tube In-
- 5 verted Tariff Correction Act of 1993".
- 6 SEC. 2. NONALLOY IRON AND STEEL PIPES AND TUBES.
- 7 (a) The superior article description for subheadings
- 8 7306.30.30 and 7306.30.50 of the Harmonized Tariff
- 9 Schedule of the United States (19 U.S.C. 3007) is amend-

- 1 ed to read as follows: "Having a wall thickness of 1.65
- 2 mm or more, not galvanized".
- 3 (b) Subheadings 7306.30.30 and 7306.30.50 of such
- 4 Schedule are redesignated as subheadings 7306.30.35 and
- 5 7306.30.55, respectively.
- 6 (c) Subheadings 7306.10.10, 7306.20.60, 7306.30.55
- 7 (as redesignated by subsection (b)), and 7306.90.10 of
- 8 such Schedule are each amended—
- 9 (1) by striking "1.9%" in the General
- subcolumn of the column 1 rate of duty and insert-
- ing "4.9%"; and
- 12 (2) by striking "5.5%" in the column 2 rate of
- duty and inserting "20%".
- 14 (d) Subheadings 7306.20.20 and 7306.60.10 of such
- 15 Schedule are each amended—
- 16 (1) by striking "0.5%" in the General
- subcolumn of the column 1 rate of duty and insert-
- ing "4.9%"; and
- 19 (2) by striking "1%" in the column 2 rate of
- duty and inserting "20%".
- (e) Chapter 73 of such Schedule is amended by in-
- 22 serting in numerical sequence the following new sub-
- 23 heading having the same degree of indentation as the su-
- 24 perior text for subheadings 7306.30.35 and 7306.30.55
- 25 (as redesignated by subsection (b)):

SEC. 3. ALLOY IRON AND STEEL PIPES AND TUBES.

- 2 Subheadings 7306.50.50 and 7306.90.50 of the Har-
- 3 monized Tariff Schedule of the United States are each
- 4 amended—
- 5 (1) by striking "4.9%" in the General
- 6 subcolumn of the column 1 rate of duty and insert-
- 7 ing "9.5%"; and
- 8 (2) by striking "10%" in the column 2 rate of
- 9 duty and inserting "28%".

10 SEC. 4. STAINLESS STEEL PIPES AND TUBES.

- (a) Subheading 7306.40.10 of the Harmonized Tariff
- 12 Schedule of the United States is amended by striking
- 13 "7.6%" in the General subcolumn of the column 1 rate
- 14 of duty and inserting "10.1%".
- 15 (b) Subheading 7306.40.50 of such Schedule is
- 16 amended—
- 17 (1) by striking "5%" in the General subcolumn
- of the column 1 rate of duty and inserting "10.1%";
- 19 and
- 20 (2) by striking "11%" in the column 2 rate of
- duty and inserting "29%".

22 SEC. 5. NEGOTIATING AUTHORITY.

- In the event that a claim for compensation under any
- 24 provision of the General Agreement on Tariffs and Trade

- 1 or any other trade agreement to which the United States
- 2 is a party is made by any Contracting Party to that agree-
- 3 ment as a result of the amendments made by this Act,
- 4 the United States Trade Representative is authorized to
- 5 negotiate such reasonable compensation as may be appro-
- 6 priate.
- 7 SEC. 6. APPLICABILITY OF STAGED RATE REDUCTIONS
- 8 UNDER THE UNITED STATES-CANADA FREE-
- 9 TRADE AGREEMENT.
- 10 (a) Any staged reduction of a special rate of duty set
- 11 forth in subheading 7306.30.30 of the Harmonized Tariff
- 12 Schedule of the United States that is proclaimed pursuant
- 13 to the United States-Canada Free-Trade Agreement shall
- 14 also apply to the corresponding special rate of duty set
- 15 forth in subheading 7306.30.35 of such Schedule.
- 16 (b) Any staged reduction of a special rate of duty
- 17 set forth in subheading 7306.30.50 of the Harmonized
- 18 Tariff Schedule of the United States that is proclaimed
- 19 pursuant to the United States-Canada Free-Trade Agree-
- 20 ment shall also apply to the corresponding special rate of
- 21 duty set forth in subheading 7306.30.55 of such Schedule.
- 22 (c) Any staged reduction of a special rate of duty set
- 23 forth in subheading 7306.30.55 of the Harmonized Tariff
- 24 Schedule of the United States (as redesignated by sub-
- 25 section (a)(2)) that is proclaimed pursuant to the United

- 1 States-Canada Free-Trade Agreement shall also apply to
- 2 the corresponding special rate of duty set forth in sub-
- 3 heading 7306.30.60 of such Schedule.
- 4 SEC. 7. EFFECTIVE DATE.
- 5 Except as provided in section 8, the amendments
- 6 made by sections 2, 3, and 4, shall apply with respect to
- 7 goods entered, or withdrawn from warehouse for consump-
- 8 tion, on the earlier of—
- 9 (1) the date on which the President enters into
- a multilateral trade agreement negotiated through
- the Uruguay Round under the General Agreement
- on Tariffs and Trade; or
- 13 (2) January 1, 1994.
- 14 SEC. 8. WAIVER.
- 15 In the event that—
- 16 (1) negotiations on market access and tariffs in
- the General Agreement on Tariffs and Trade provide
- for a tariff rate elimination schedule on steel prod-
- ucts that will remove the tariff rate inversion on cer-
- tain pipe and tube products; and
- 21 (2) the President or the United States Trade
- Representative certifies in writing to the Committee
- on Ways and Means of the House of Representatives
- 24 and the Committee on Finance of the Senate that
- such schedule will eliminate such tariff inversion;

1 the provisions of this Act shall not apply.

 \bigcirc